

C-388

Section 19, T 13 N, R 10 W

Visited 1/11/56

Final
Engineers: Taylor and Hansen

This property is being mined to make up tonnage contracted by the Haystack Mountain Development Co., while the company strips ore bodies blocked out in Section 25. Contracted tonnage of 875 tons/week will come from these two sections (19 and 25). Section 19 is one of the first operations in the area and is continuing to produce although the bonus has long since been exhausted.

Office Memorandum • UNITED STATES GOVERNMENT

TO : C. A. Rasor, Chief, Development Branch DATE: February 5, 1954
Mining Division, Grand Junction Operations Office

FROM : John X. Combo, Attorney *JXC*
Grand Junction Operations Office

SUBJECT: CERTIFICATION OF SECTION 19 MINE, GRANTS MINING DISTRICT, MCKINLEY
COUNTY, NEW MEXICO

SYMBOL: OC:JXC

On the basis of the engineer's report, there appears to be no legal objection to certification of this property.

Enclosure:
Engineer's report

Charles A. Rasor, Chief, Development Branch
Mining Division, GJ

February 2, 1954

Edgar B. Butts, Mining Engineer
Mining Division, Grants, New Mexico

**CERTIFICATION OF SECTION 19 MINE, GRANTS MINING DISTRICT, MCKINLEY COUNTY,
NEW MEXICO**

Symbol: MD:EBB

Abstract:

The property consists of one patented section, unclouded by AEC withdrawal or oil and gas leases. The mining rights were assigned to the applicant, which is a subsidiary of the owner of the surface and mineral rights. There are no known conflicts. 4.0145 tons, containing 31.31 pounds of U₃O₈, were shipped prior to March 1, 1951. The mine is currently operating.

The property is recommended for certification.

Introduction:

The application for certification of Section 19 Mine was received on January 11, 1954, from the Haystack Mountain Development Company, Prewitt, New Mexico. The property was examined on January 28, 1954, in the presence of company representatives.

Status of the Land:

The mine is on a section patented by the Santa Fe Railroad. It has no AEC withdrawal or oil and gas leases to cloud title to the mineral rights. The mine is located in section 19, T. 13 N., R. 10 W., N.M.P.M., Grants Mining District, McKinley County, New Mexico.

The property can be reached by going east on Highway 66 for 1.9 mile; thence turning left (north) and following the mine road north for 5.4 miles.

The property is a legal subdivision and is, therefore, tied to section corners.

Ownership:

Section 19 was removed from the public domain in Selected List 12 and patented to the Atlantic and Pacific Railroad Company under the Act of July 27, 1866. Pages 623 to 627, book No. 4, Deed Records, show that "The Santa Fe Pacific Railroad Company, under a purchase at foreclosure sale of the property and rights of the Atlantic and Pacific Railroad Company, and by compliance with the provisions of the Act of Congress, approved March 3, 1897

OFFICE ▶	MD					
SURNAME ▶	Butts/lp	<i>Butts</i>	<i>2/1/54</i>			
DATE ▶	2/1/54					

February 1, 1954

(29 Stat. 622), becomes the lawful successor in interest of the said Atlantic and Pacific Railroad Company, and whereas, there is no record in the General Land Office of any claims, under purchase from the Atlantic and Pacific Railroad Company to any of said lands: and: Whereas, the said tracts of land lie continuous with the constructed line of road, within 40 miles thereof, and are particularly as described as follows, to wit:"

"New Mexico Meridian - New Mexico.

Township Thirteen North of Range Ten West
Sections 1---19---35"

<u>Instrument</u>	<u>From</u>	<u>To</u>	<u>Conveyed</u>	<u>Date</u>	<u>Book</u>	<u>Pages</u>
Deed	U.S.Gov't.	Santa Fe Pacific R.R. Co.	Sec.19	4/16/17	Deed 4	622-627

The right to mine the ore was given to the Haystack Mountain Development, September 30, 1952, by the Santa Fe Pacific Railroad Company, of which it is a subsidiary. There are no known conflicts.

Production:

The Grand Junction Finance Division records show that 31.31 pounds of U_3O_8 were produced from this property prior to March 1, 1951.

If certified, the property would be eligible for bonus payment on 9,968.69 pounds of U_3O_8 .

Recommendation:

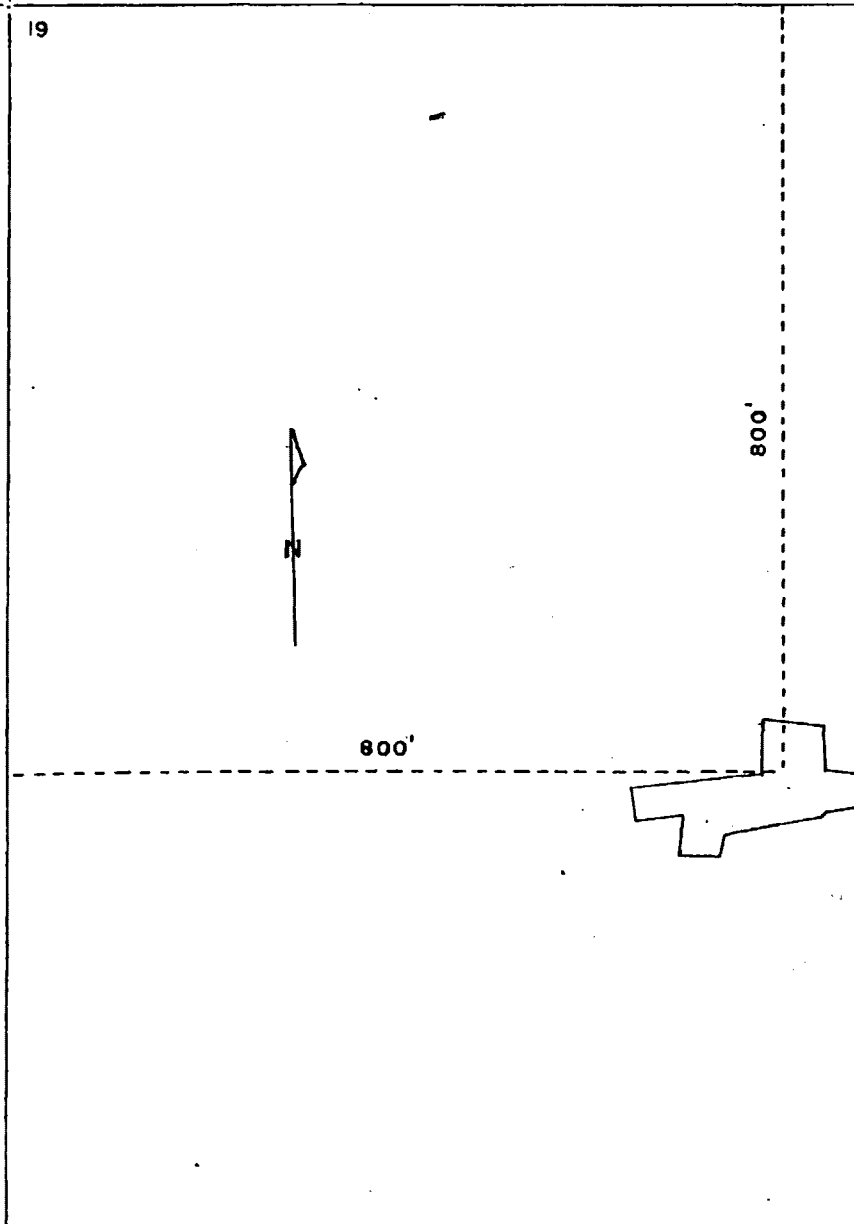
It is recommended that section 19, T. 13 N., R. 9 W., N.M.P.M., as a whole, be certified for bonus payment.

Production Possibilities:

The mineralized horizon on Section 19 is the Todilto limestone with the uranium-bearing strata being from two to sixteen feet thick and averages about eight feet. The mine is now being worked by open-pit mining, the over-burden having all been removed. The mine is currently producing 150 tons daily of $\pm 0.24\%$ ore. Total production to date being 12,000 tons of $\pm 0.24\%$ ore, and present ore reserves being about 165,000 tons of a $\pm 0.24\%$ grade.

cc: E. R. Gordon
cc: E. B. Butts

13 18
24 19



**HAYSTACK MOUNTAIN DEVELOPMENT
COMPANY**

**A. MAP OF ORE BODY ON SECTION 19 T13N R10W
TO ACCOMPANY BONUS APPLICATION.**

O.C.M.E. BACA, N.M. SCALE: 1" = 200' JAN. 1954

PAID-OUT CERTIFICATION

Certification No. C - 388 Section 19 Mine

All eligible production bonus on this certification has been paid.

Per notification from Finance Division dated April 30, 1956.

DO NOT DESTROY THIS DOCUMENT.

February 15, 1954

MD:TT

Haystack Mountain Development Co.
Prewitt
New Mexico

RETURN TO MINING DIVISION

Re: CERTIFICATION OF SECTION 19 MINE, GRANTS MINING DISTRICT,
McKINLEY COUNTY, NEW MEXICO

Gentlemen:

Your application for certification of your mining property has been examined by our engineers.

The property as certified consists of the following lands as listed in our engineer's report, namely:

Section 19, T. 13 N., R. 10 W., N.M.P.M.

The above lands lie in section 19, T. 13 N., R. 10 W., N.M.P.M., Grants Mining District, McKinley County, New Mexico.

The certification number you will use in making application for bonus payment is D.U.P.06-C-388. Several copies of an Application for Bonus Payment form are enclosed for listing each month's production since March 1, 1951.

Production records show that 31.31 pounds of U_3O_8 were produced from this property between April 9, 1948, and February 28, 1951, inclusive. Accordingly, 9968.69 pounds of U_3O_8 are eligible for bonus payments when contained in ores mined from this property and delivered to a qualified mill or Commission ore buying station between March 1, 1951, and February 28, 1957, inclusive.

Very truly yours,

Frank H. MacPherson
Director, Mining Division

OFFICE	Enclosure: AEC-300 (4 sets)	MD Toren/lp 2/15/54	MD Simmons/15 2/15/54	MD MacPherson 2/15/54
SURNAME	cc: Delbert Hutto			
DATE	cc: Edgar B. Butts			

FROM:

T. O. Evans, Prewitt, New Mexico

DATE OF DOCUMENT:

1/7/54

DATE RECEIVED

1/11/54

NO.:

914

LTR.

MEMO:

REPORT:

OTHER:

1/25/54

TO:

Gj

ORIG:

CC:

OTHER:

xx

REPLY NECESSARY

☐

DATE ANSWERED:

BY:

NO REPLY NECESSARY

☒

CLASSIFICATION:

un

POST OFFICE

REG. NO:

FILE CODE:

DESCRIPTION: (Must Be Unclassified)

Appl for Certification of Mining
Property covering Section 19, Township 13
North, Range 10 West, McKinley County
New Mexico

ENCLOSURES:

REFERRED TO

DATE

RECEIVED BY

DATE

Mining

1/11/54

1-11-54

Sullivan
Mining

REMARKS:

Haystack Mountain Development Company

T. O. EVANS,
Chief Mining Engineer

J. E. INMAN,
Superintendent of
Mining Operations

Prewitt, New Mexico

Telephone Prewitt 5

File No. 168-28

January 7, 1954

man

Mr. Sheldon P. Wimpfen
Manager Operations
U. S. Atomic Energy Commission
Colorado Raw Materials Office
Post Office Box 270
Grand Junction, Colorado

Dear Mr. Wimpfen:

Attached is an "Application for
Certification of Mining Property" covering
Section 19, Township 13 North, Range 10
West, McKinley County, New Mexico.

Very truly yours,

T. O. Evans
T. O. Evans
Chief Mining Engineer

Encl.


TOE-c

Records show license P-3033 issued to haystack Mountain
Development Co. for 19.642 acres in McKinley and
Valencia Counties, New Mexico.

Records show the following production having been shipped.

SHIPPER	NAME OF MINE	DISTRICT	COUNTY	STATE	PURCH. DEPOT	DATE	ORE TONS	U ₃ O ₈ POUNDS
Santa Fe Pacific R. R.	Section 19		McKinley	N. M.	Monticello	12/50	4.01	<u>31.31</u>
						Total U ₃ O ₈		31.31

No shipments to Shattuck Chemical Co.


S. P. Sullivan, Auditor



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Land & Survey Office
Santa Fe, New Mexico

L:MLA

January 26, 1954

Mr. E. B. Butts
Mining Engineer
United States Atomic Energy Commission
Grants, New Mexico

Dear Mr. Butts:

In your letter of January 25 re "Certification of Sec. 19, T. 13 N., R. 10 W., NMPM, McKinley County, New Mexico", you ask that we furnish you with the status of this land.

Our records show that all of Sec. 19, T. 13 N., R. 10 W., was included in Selected List 12 which was patented October 23, 1916 to the Atlantic & Pacific Railroad Company under the Act of July 27, 1866. The company acquired the mineral rights to the land.

In another letter of the same date as the one above, you ask that we give you the status of Secs. 28 and 33, T. 16 S., R. 4 W., in connection with the certification of the Red Rock Lode Mining Claims.

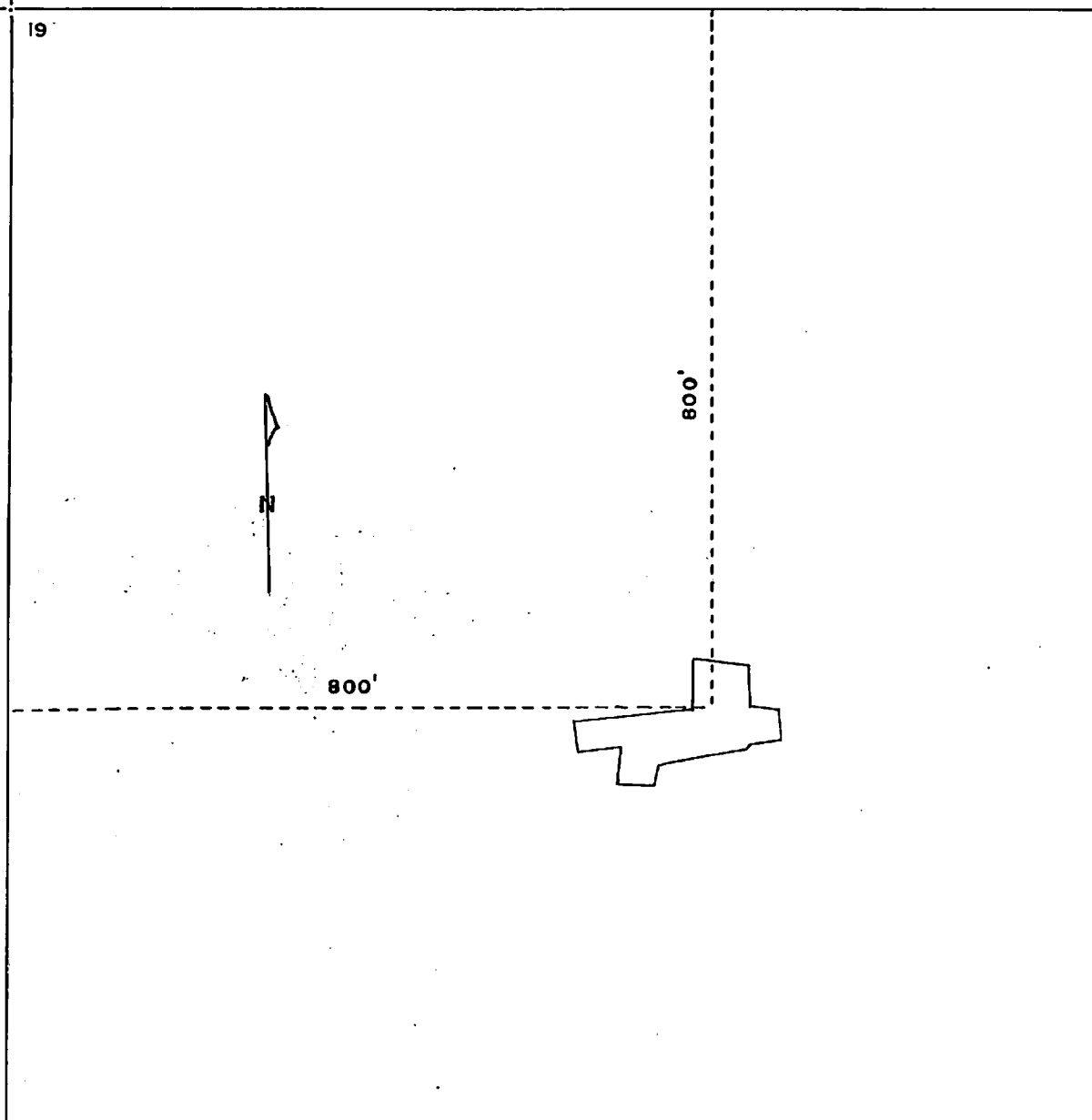
According to our records all of the land in question is vacant except the NW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 28 which is included in Mineral Entry 059134, (Lyda K. Nos. 1 to 5, Lyda K. No. 12, and Happy Day Lode Mining Claims), Mineral Survey No. 2083, which was patented February 5, 1944 to Kinetic Chemicals, Inc., under the Act of May 10, 1872. The patent number is 1117826.

Very truly yours,


J. A. Delany
Manager

13 18

24 19



**HAYSTACK MOUNTAIN DEVELOPMENT
COMPANY**

**A MAP OF ORE BODY ON SECTION 19 T13N R10W
TO ACCOMPANY BONUS APPLICATION.**

O.C.M.E. BACA, N.M. SCALE: 1" = 200' JAN. 1954

Edgar B. Butts, Development Branch
Mining Division, Grants, New Mexico
Charles A. Rasor, Chief, Development Branch
Mining Division, GJ

January 20, 1954

APPLICATIONS FOR CERTIFICATION - Section 19, T. 13 N., R. 10 W.
Red Rock Claims
Red Rock Lode Mining Claims
Nos. 1, 2, 3 & 4

Enclosed are two applications for certification which we received recently plus an old one which may be on the same property you visited with LaFollette. If it is the same, act upon LaFollette's application and attach the old application to it. Normally we have not certified properties which have had no production; however, the circular states that certification is denied if there is no discovery of uranium. Thus if there is uranium ore on LaFollette's claims, it is suggested that it be certified before production of ore.

I will try to get down to Grants to see you sometime in February.

January 19, 1954

MD: JNW

Haystack Mountain Development Co.
Prewitt
New Mexico

APPLICATION FOR CERTIFICATION - SECTION 19

Gentlemen:

Section 19, T. 13 N., R. 10 W., Grants District,
McKinley County, New Mexico

Ernest R. Goetz, Director
Exploration Division, OJ
Paul B. Martin, Counsel
Grand Junction Operations Office
EXPLORATION AGREEMENTS - GRANTS, NEW MEXICO

August 28, 1953

SYMBOL: OG:JXC

Attached hereto for execution on behalf of the Government is an exploration agreement in quintuplet, executed by the Santa Fe Pacific Railroad Company, covering the following described lands in the State of New Mexico:

New Mexico Principal Meridian:

Sec. 17, 19, 21, 29, 31 and 33, T. 13 N., R. 9 W.

Sec. 3, 5, 7, 9, 11, 13, 15, 17, 19, 23 and 25, T.
13 N., R. 10 W.

SW 1/4 Sec. 13, T. 13 N., R. 11 W.

The public records of McKinley County indicate that Santa Fe is the record owner of the mineral rights in the above described lands and also of the surface in Sections 19 and SW 1/4 31, T. 13 N., R. 9 W., N.M.P.M. The records also indicate that the litigation, Civil Nos. 8129 and 8287, in the District Court of the First Judicial District in and for the County of McKinley, affecting the above described land in T. 13 N., Rs. 10 and 11 W., has been concluded and that Civil No. 8129 has been dismissed. The Court has entered its Findings, Judgment and Decree in Civil No. 8287 that Santa Fe is the sole owner of the minerals including uranium-bearing ores, and has the right to drill the lands, even though damage is done to the surface.

In returning the executed agreements to this office, C. B. McClelland, Land Commissioner, Santa Fe Pacific Railroad Company, Albuquerque, New Mexico, requested that the copy marked, "Santa Fe Railroad Company copy" be returned to his office upon execution by the Government. Please provide this office with one executed copy.

Enclosures:

1 set exploration agreements